

July 30, 2004

NEF#04-028

ATTN: Document Control Desk
Director
Office of Nuclear Material Safety and Safeguards
U.S. Nuclear Regulatory Commission
Washington, DC 20555-0001

Louisiana Energy Services, L. P.
National Enrichment Facility
NRC Docket No. 70-3103

Subject: Revision to Physical Security Plan, Safeguards Contingency Plan, and Standard Practice Procedures Plan for the Protection of Classified Matter

- References:
1. Letter NEF#03-003 dated December 12, 2003, from E. J. Ferland (Louisiana Energy Services, L. P.) to Directors, Office of Nuclear Material Safety and Safeguards and the Division of Facilities and Security (NRC) regarding "Applications for a Material License Under 10 CFR 70, Domestic licensing of special nuclear material, 10 CFR 40, Domestic licensing of source material, and 10 CFR 30, Rules of general applicability to domestic licensing of byproduct material, and for a Facility Clearance Under 10 CFR 95, Facility security clearance and safeguarding of national security information and restricted data"
 2. Letter NEF#03-004 dated December 12, 2003, from R. M. Krich (Louisiana Energy Services, L. P.) to Director, Office of Nuclear Material Safety and Safeguards (NRC) regarding "Submittal of Safeguards Information as Part of the Application for a Material License Under 10 CFR 70, Domestic licensing of special nuclear material, 10 CFR 40, "Domestic licensing of source material, and 10 CFR 30, Rules of general applicability to domestic licensing of byproduct material"
 3. Letter NEF#04-012 dated May 12, 2004, from R. M. Krich (Louisiana Energy Services, L. P.) to Director, Office of Nuclear Material Safety and Safeguards (NRC) regarding "Response to NRC Request for Additional Information Concerning the Physical Protection and Security Sections of the License Application"
 4. Letter NEF#04-018 dated May 19, 2004, from R. M. Krich (Louisiana Energy Services, L. P.) to Director, Office of Nuclear Material Safety and Safeguards (NRC) regarding "Response to NRC Request for Additional Information Regarding National Enrichment Facility Safety Analysis Report and Emergency Plan"

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By letter dated December 12, 2003 (Reference 1), E. J. Ferland of Louisiana Energy Services (LES), L. P., submitted to the NRC applications for the licenses necessary to authorize construction and operation of a gas centrifuge uranium enrichment facility. The Physical Security Plan (PSP), the Safeguards Contingency Plan, the Guard Force Training and Qualification Plan, and the Standard Practice Procedures Plan for the Protection of Classified Matter portions of the applications for the licenses were submitted to the NRC separately by letter dated December 12, 2003 (Reference 2). The Reference 3 letter provided the responses to NRC Requests for Additional Information (RAI) concerning the PSP, Safeguards Contingency Plan, the Guard Force Training and Qualification Plan, and the Standard Practice Procedures Plan for the Protection of Classified Matter. The Reference 3 letter also provided Revision 1 to these plans which included changes to the respective plans resulting from the RAI responses.

The Reference 4 letter included the response to NRC RAI ISA-41. This response revised the Restricted Area boundary to ensure that environmental performance requirements would be met. As a result, changes to the Controlled Access Area are required. These changes are reflected in the enclosed Revision 2 to the Physical Security Plan, Safeguards Contingency Plan, and Standard Practice Procedures Plan for the Protection of Classified Matter. Revision 2 also revises the marking of each of the applicable pages of these plans from "Safeguards Information" to "Proprietary Information" consistent with 10 CFR 2.390, "Public inspections, exemptions, requests for withholding," paragraph (d)(1). Revision 2 does not include changes to the portions of the PSP and Safeguard Contingency Plan that contain classified information (i.e., confidential national security information (CNSI)).

Revision 2 to the Physical Security Plan, Safeguards Contingency Plan, and Standard Practice Procedures Plan for the Protection of Classified Matter is considered proprietary in accordance with 10 CFR 2.390, "Public inspections, exemptions, requests for withholding," paragraph (d)(1). Accordingly, we request that Revision 2 to the Physical Security Plan, Safeguards Contingency Plan, and Standard Practices and Procedures for the Protection of Classified Matter be withheld from public disclosure.

If you have any questions, please contact me at 603-657-2813.

Respectfully,



R. M. Kfich
Vice President, Licensing, Safety, and Nuclear Engineering

Enclosures:

Physical Security Plan, updated through Revision 2, w/o classified information

Safeguards Contingency Plan, Revision 2, updated through Revision 2, w/o classified information

Standard Practice Procedures Plan for the Protection of Classified Matter, updated through Revision 2

cc: T. C. Johnson, NRC Project Manager (letter only)